



# CITY OF LODI

## COUNCIL COMMUNICATION

AGENDA TITLE: Purchase of 20,000 feet of #2/0 15kV Primary Underground Cable (\$23,640.35)

MEETING DATE: March 4, 1998

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council adopt the attached resolution awarding the bid for the purchase of 20,000 feet of #2/0 primary underground conductor to the low bidder, Pirelli Cables of Columbia, South Carolina, in the amount of \$23,640.35.

BACKGROUND INFORMATION: On January 21, 1998, the City Council approved specifications and authorized advertisement for bids.

Bid instructions requested that bidders submit both firm prices and prices subject to change based on the spot prices of copper and aluminum at the time of shipment. A summary of the bids received and opened on February 11, 1998 is attached as Exhibit A.

Staff recommends purchasing the cable from Pirelli at their firm price of \$1,097.00 per thousand feet. Copper and aluminum prices are near 12-month lows, with demand appearing to firm. Metals prices would need to increase only about 7% in the next 15 weeks (Pirelli's delivery leadtime) to have the lower *variable* price eventually exceed their firm price, a risk that staff prefers not to take.

This cable will be used in new residential and commercial developments scheduled during the next nine to twelve months.

FUNDING: Electric Utility Department Operating Fund, Page E-22

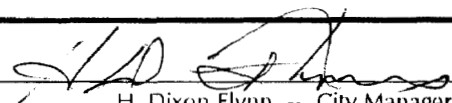
Funding Available:

  
Vicky McAthie, Finance Director

  
Alan N. Vallow, Electric Utility Director

Prepared by Joel Harris, Purchasing Officer

APPROVED:

  
H. Dixon Flynn -- City Manager

RESOLUTION NO. 98-32

A RESOLUTION OF THE LODI CITY COUNCIL  
AWARDING THE BID FOR THE PURCHASE OF  
PRIMARY UNDERGROUND CONDUCTOR

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WHEREAS, in answer to notice duly published in accordance with law and the order of this City Council sealed bids were received and publicly opened on February 11, 1998 at 11:00 a.m. for the purchase of 20,000 Feet of #2/0 15kV Primary Underground Cable, described in the specifications therefore approved by the City Council on January 21, 1998; and

WHEREAS, said bids have been compared, checked, and tabulated and a report thereof filed with the City Manager as shown on the attached marked Exhibit A.

WHEREAS, the City Manager recommends award of the bid for the purchase of Primary Underground Cable be made to the low bidder, Pirelli Cable of Columbia, South Carolina.

NOW, THEREFORE, BE IT RESOLVED by the Lodi City Council that the award of the bid for the purchase of 20,000 Feet of #2/0 15kV Primary Underground Cable, be and the same is hereby awarded to the low bidder, Pirelli Cable of Columbia, South Carolina in the amount of \$23,640.35.

Dated: March 4, 1998

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I hereby certify that Resolution No. 98-32 was passed and adopted by the City Council of the City of Lodi in a regular meeting held March 4, 1998, by the following vote:

AYES: COUNCIL MEMBERS - Johnson, Land, Mann, Pennino  
and Sieglock (Mayor)

NOES: COUNCIL MEMBERS - None

ABSENT: COUNCIL MEMBERS - None

ABSTAIN: COUNCIL MEMBERS - None

  
ALICE M. REIMCHE  
City Clerk

## EXHIBIT A

## SUMMARY OF BIDS

FEBRUARY 11, 1998

#2/0 15kV PRIMARY CONDUCTOR

B-2856

## FIRM PRICING:

	PIRELLI CABLE	BICC UTILITY	C. STEPHENS/ HENDRIX	WESCO/ HENDRIX	PLATT/ SOUTHWIRE
20,000 ft #2/0	\$1,097.00/M'	\$1,254.00/M'	\$1,326.00/M'	\$1,397.83/M'	NO BID
TOTAL, DEL'D	<b>\$23,640.35</b>	\$27,023.70	\$28,575.30	\$30,123.24	
DEL'Y (Weeks ARO)	15-18	7	10	10	
TERMS	NET 30	NET 30	NET 30	NET 30	

## PRICES SUBJECT TO CHANGE:

	PIRELLI CABLE	BICC UTILITY	C. STEPHENS/ HENDRIX	WESCO/ HENDRIX	PLATT/ SOUTHWIRE
20,000 ft #2/0	\$1,087.00/M'	\$1,236.00/M'	\$1,316.00/M'	\$1,386.96/M'	\$1,371.00/M'
TOTAL, DEL'D	\$23,424.85	\$26,641.64	\$28,359.80	\$29,888.99	\$29,545.05

## METALS PRICES:

AL (per lb)	\$ .74	\$ .7408	\$ .74	\$ .74	\$ .7253
CU (per lb)	\$ .76	\$ .7881	\$ .79	\$ .79	\$ .7688

## POUNDS/1000' WIRE

AL	123.9	125	136.6	136.6	*
CU	91.4	93	91.4	91.4	*

DEL'Y (Weeks ARO)	15-18	7	10	10	6-8
TERMS	NET 30	NET 30	NET 30	NET 30	NET 30